

1. The meeting was called to order at 6:00 pm.
2. The Pledge of Allegiance was led by Mayor Moser.
3. Roll Call: Jack Davis, Neil Duncan, Harold Merritt, and Mayor Moser were present. Ron Brown was excused. Dale Harris was present. Rod Mills of Ensign Engineering was present. Legal Counsel was excused. Nathan Bronemann was present taking minutes.
4. Declarations of conflict of interests  
None stated.
5. Discussion and possible action on request for return of 8 forfeited water connections on AV-1313-A - Norm Thibault, Thane Palmer

Norm Thibault said they were somewhat ignorant when they surrendered the water about what they were forfeiting. He said they didn't want them all back but would like to have some additional credit. He said they planned to break ground in September. He said the building would cost about \$4 million to build.

Rod Mills said they didn't really lose anything. He said they would have given something up if they had used all nine connections for residential service. He said he had reviewed the minutes and there were nine additional connections being billed standby fees on that parcel. Rod said the board had calculated and offered a credit of one residential impact fee of \$12,000 to be used toward a commercial impact fee. He explained that water rights were required by the district to provide water service. However, those water rights were not owned by the customers. He said a 3-inch connection which could provide water for up to 10 ERCs would cost \$39,000 for an impact fee, (less the \$12,000 credit,) and the cost of the 3-inch connection. He said they should not need to turn over the up to 10 acre-feet of water that would normally be provided. That would normally cost \$4,000 per acer-foot to purchase out of the water bank.

The board discussed the fact that water rights were never owned by customers.

Rod Mills said he could reissue the will-serve letter to estimate the actual costs needed.

Motion made by Mayor Moser to have Rod Mills reissue the will serve letter as discussed with estimated costs. Jack Davis seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

6. Construction and Acquisitions – Harold Merritt
  - a. New Water Systems

Nothing to discuss.

7. Funding – Rod Mills

Rod Mills said they were talking with the DEQ for sewer study funding and with the Division of Drinking Water about funding for additional water projects.

8. Operations – Neil Duncan

Neil Duncan asked about connection the Hwy. 59 well to the system.

Rod Mills said he needed to get with Dale Harris to discuss a plan to make that happen.

- a. Supplies  
Nothing to discuss.

9. Resource Management – Mayor Moser

- a. Aquifer  
Nothing to discuss.

10. Development – Jack Davis

- a. Water Rates  
Nothing more to discuss.
- b. Sewer  
Nothing to discuss.

11. Review of Policies and Procedures

- a. Discussion and action on adopting updated Policies and Procedures document

Motion made by Mayor Moser to accept changes to the Policies and Procedures document as discussing in the last meeting. Jack Davis seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

12. Consent Calendar - Income and Expenses

Motion made by Mayor Moser to accept the consent calendar as presented. Neil Duncan seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

The board reviewed the current budget.

13. Consider approval of minutes:

- a. February 17, 2016 Regular Meeting Minutes  
Motion made by Mayor Moser to approve the February 17, 2016 regular meeting minutes. Jack Davis seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

14. Request for a closed session

None requested.

15. Adjournment

Motion made by Jack Davis to adjourn the meeting. Neil Duncan seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

Meeting adjourned at approximately 6:32 PM.

Date approved: \_\_\_\_\_

ATTEST BY: \_\_\_\_\_

Nathan Bronemann

\_\_\_\_\_  
Chairman Harold Merritt